



Peat, Marwick, Mitchell & Co.

Certified Public Accountants

40 Westminister Street
Providence, Rhode Island 02903

October 29, 1982

IN CITY COUNCIL
DEC 16 1982

READ:

WHEREUPON IT IS ORDERED THAT
THE SAME BE RECEIVED

JOSEPH M. MENDONCA CLERK

Honorable Mayor and
Members of the City Council
City of Providence, Rhode Island

Gentlemen:

We have examined the combined financial statements of the City of Providence as of and for the year ended June 30, 1982, and have issued our report thereon dated October 29, 1982. As a part of our examination, we made a study and evaluation of the City's system of internal accounting control to the extent we considered necessary to evaluate the system as required by generally accepted auditing standards. Under these standards, the purposes of such evaluation are to establish a basis for reliance on the system of internal accounting control in determining the nature, timing and extent of other auditing procedures that are necessary for expressing an opinion on the City's financial statements and to assist the auditor in planning and performing his examination of the financial statements. We have not reviewed the system of internal control subsequent to October 29, 1982.

The objective of internal accounting control is to provide reasonable, but not absolute, assurance as to the safeguarding of assets against loss from unauthorized use or disposition, and the reliability of financial records for preparing financial statements and maintaining accountability for assets. The concept of reasonable assurance recognizes that the cost of a system of internal accounting control should not exceed the benefits derived and also recognizes that the evaluation of these factors necessarily requires estimates and judgments by management.

There are inherent limitations that should be recognized in considering the potential effectiveness of any system of internal accounting control. In the performance of most control procedures, errors can result from misunderstanding of instructions, mistakes of judgment, carelessness, or other personal factors.

Control procedures whose effectiveness depends upon segregation of duties can be circumvented by collusion. Similarly, control procedures can be circumvented intentionally by management either with respect to the execution and recording of transactions or with respect to the estimates and judgments required in the preparation of financial statements. Further, projection of any evaluation of internal accounting control to future periods is subject to the risk that the procedures may become inadequate because of changes in conditions and that the degree of compliance with the procedures may deteriorate.



Honorable Mayor and
Members of the City Council
City of Providence, Rhode Island
October 29, 1982
2

Our examination of the combined financial statements made in accordance with generally accepted auditing standards, including the study and evaluation of the City's system of internal accounting control for the year ended June 30, 1982, that was made for the purposes set forth in the first paragraph above, would not necessarily disclose all weaknesses in the system because it was based on selective tests of accounting records and related data. However, such study and evaluation disclosed the following conditions that we believe to be material weaknesses.

BANK ACCOUNTS

The City maintains many checking and savings deposit accounts with various local banks. Accuracy of records in this area is crucial to making cash management decisions. Following are findings and recommendations noted during our examination of this area.

Reconciliation Function

During the fiscal year, numerous entries were made to cash accounts which resulted from adjusting journal vouchers. These entries resulted from items outside of the normal cash receipts/disbursements process, and often did not reflect actual cash transactions. Because journal voucher entries often do not represent cash transactions and because they often create improper reconciling items to bank reconciliations, we recommend that management strictly review such items to determine that they represent actual cash transactions and/or proper adjustments of a previously misposted item.

It was noted that bank reconciliations were being performed without subsequently matching the reconciled amount to the City's general ledger. The purpose of a bank reconciliation is to determine that cash per books is in agreement with the adjusted cash per the bank. When this is not performed the purpose of a reconciliation is nullified. The result is a lack of control over recorded cash balances which often results in bank overdrafts and charges. Further, certain bank accounts maintained by the City are not currently being assigned to any specific employee for reconciliation. These accounts had therefore not been reconciled in over one year. They include (but are not limited to) imprest payroll accounts and revenue sharing accounts. In some cases these accounts were noted as having significant cash balances which should have been available for investment purposes. The changes which must be implemented to correct these conditions are as follows:

- The nature of the reconciliation must be changed to take into account all transactions which affect cash.



Honorable Mayor and
Members of the City Council
City of Providence, Rhode Island
October 29, 1982

3

- The reconciliation person must be made accountable for reconciling the balance per the bank to the recorded general ledger balance. When this is not possible, a report should be made by that person to the responsible officials.
- All bank accounts must be reconciled monthly including those maintained on an imprest basis such as payroll accounts.

Inventory of Accounts

In the Trust and Special Funds the bank accounts for various individual funds often overlap and do not correspond with specific general ledger accounts. As a result, the task of reconciling the bank accounts to the City's books is made more difficult. To improve operations in this area, the City should make a complete inventory of accounts in existence. The nature and purpose of each account should also be noted. Where possible, bank accounts should be realigned to correspond to general ledger accounts. This will simplify the reconciliation function. This suggestion should be considered as applicable to Federal programs as well.

Bank accounts not required by law and not necessary to maintain accountability should be eliminated. This will improve operational efficiency and decrease bookkeeping efforts and costs.

Outstanding Checks

Many accounts have checks which have been outstanding for over one year. Each time an account is reconciled, all outstanding checks must be accounted for. It is recommended that checks which have been outstanding for over one year be reclassified into a single liability account.

Also, many outstanding check lists contained items which had previously been cashed or voided. This resulted from (1) an improper coding of returned checks prior to their submission to Data Processing and (2) a lack of review of the outstanding check list subsequent to the return of the list from Data Processing. The result was that bank reconciliations were often incorrect. This is further exacerbated by the lack of agreement of book cash to bank cash as noted above. It is recommended that a review of outstanding check listings be performed so that incorrect or illogical items can be properly attended to.

Authorized Signatures

It was noted that many bank accounts continue to maintain signatory authorization for persons who are no longer employed by the City. Maintenance of control to access of City funds is essential to prevent any unauthorized use or misuse of cash accounts. We recommend that an update of authorized signers be performed.



Honorable Mayor and
Members of the City Council
City of Providence, Rhode Island
October 29, 1982

4

PROPERTY TAXES

Property taxes are the most significant source of revenue for the City. Management should consider carefully the need for improvement of systems and controls in this area. Under the present system, the possibility of nonreceipt of revenues due to the City is not precluded. The following is a summary of conditions noted in the area of property tax and other receivables which should be addressed by City management.

Property Tax Accounting System

The detail records of property taxes receivable maintained on the computer by the outside servicer has not been reconciled to the control book in the Collector's office in over a year. Neither of these records have been reconciled to the City's general ledger. There are several differences in the manner of recording activity including overpayments and abatements which can result in variances between control records. Also, errors in posting transactions can occur. The following steps should be taken:

1. All control records should be reconciled to each other including the detail record totals, control book in the Collector's office and the general ledger on a monthly basis. All daily work submitted to data processing should be reconciled to the Controller's office records.
2. Concurrent with the planned conversion of the computerized property tax records to the new data processing service, it is recommended that a review of the entire tax collection system be performed, with emphasis on improving efficiency, reduction of processing time, determination of proper staffing levels, and improved record systems. Under the present system, processing of transactions is slow and useful information is not generated on a timely basis. For instance, some computer reports are generated over a month after the activity has occurred. The review should also address the formalization of responsibilities for each department involved including the offices of the Collector, Controller, and Assessor as well as the data processing function.

File Maintenance

Many of our tax confirmation requests mailed to property owners were returned as undeliverable. When tax bills cannot be sent to the correct address, tax collections are not received on time. The name and address file should be updated as soon as possible to aid in collection of taxes due.

Property Tax Exemptions and Abatements

In order to improve control over the recording of abatements approved by the City Council, there should be timely reconciliation of abatements approved with those recorded on the automated detail records. This procedure would reduce the possibility of errors and omissions in posting activity going undetected.



Honorable Mayor and
Members of the City Council
City of Providence, Rhode Island
October 29, 1982
5

OTHER ACCOUNTS RECEIVABLE

Certain miscellaneous accounts receivable such as port fees, rent, and sewage disposal are presently not controlled through the general ledger. This represents a control weakness which can result in improper receivable balances as well as lack of timely collections. We recommend that all of these revenue sources be properly controlled through a subsidiary receivable ledger which should be reconciled to the general ledger on a frequent basis.

The following matters, which are not considered to be material weaknesses are conditions for which corrective action by management may be practical in the circumstances.

PAYROLL

There is often a lag between the transfer of an employee between departments and the reflection of the transfer on the payroll system. During the transition, the former department head must authorize hours submitted by the employee. This results in hours being authorized by department heads for time being charged to another department. We believe that expenses being charged to a department should require the authorization of that department's head. Therefore, we recommend that the City review its authorization policies to ensure that charges to departmental expenditures be approved only by that department's head. This will enable department heads to monitor their labor costs as well as provide additional control over the existence and amount of labor costs.

CASH DISBURSEMENTS AND THE BIDDING PROCESS

Cash Disbursements - Direct Payments

"Direct payments" represent payments for goods and/or services that are not included in the normal purchasing stream. The primary difference between direct payments and normal payments is that a purchase order is prepared and the amount is encumbered on the departmental appropriation system for normal payments, while the expenditure for direct payments is only recognized when paid. We realize that direct payments are necessary in the ordinary course of business, however, our review revealed that there were numerous items being paid via direct payments that possibly could have been processed through the normal purchasing stream. This problem is created by a lack of guidelines over the direct payment process. We recommend that guidelines be established for direct payments so that a clear understanding can be reached over what types of payments can properly be made under the direct payment process.



Honorable Mayor and
Members of the City Council
City of Providence, Rhode Island
October 29, 1982
6

Bidding Process

After examining the bidding process, it was noted that certain items for which cash is consistently disbursed have not been put out to bid in several years. These items include, but are not limited to, printing costs and uniforms. Although it is realized that consistent bidding for these items is impractical, the City should periodically put these items to bid in order to assure that prices being paid are not in excess of fair market values. We recommend that all goods and services subject to bidding requirements be reviewed by management and rebid at periodic intervals. This would assure that goods and services being received are both at fair market prices and represent the most competitive price for such goods and services.

Cases were also noted where consecutive purchase documents for similar items totaled to an amount in excess of bidding limitations. These items were not sent out to bid because the individual invoices were beneath the minimum bid requirement. We recommend that the Purchasing Department accumulate and pool similar goods and service requests so that assurance of the lowest cost could be obtained and that any applicable quantity discounts would be realized.

LEASES AND CONTRACTS

As noted during our previous examination, the City should maintain a comprehensive, organized file of all leases, contracts and other agreements into which it has entered. Such a file should include both those leases in which the City is the lessor as well as the lessee. City ordinances require that all lease agreements must be submitted to the Controller's office. The Controller's office does maintain some leases and agreements but the file is incomplete. It is recommended that a complete file be established and that copies of all future contracts be sent to the Controller. A complete file would result in better information being available to management.

MAXIMIZING REVENUES

The City has a significant amount of overdue accounts receivable. Expansion of collection efforts could result in improved cash flow and a reduction in borrowing requirements.

The following procedures are suggested to expedite collection of overdue receivables in all areas including but not limited to property taxes, Water Supply Board, sewage disposal, sewer rental, municipal docks and other rents.

1. An aged detail of accounts should be generated on a regular basis, such as monthly. Such a detail would identify overdue accounts for analysis by responsible officials.



Peat, Marwick, Mitchell & Co.

Honorable Mayor and
Members of the City Council
City of Providence, Rhode Island
October 29, 1982

7

2. Specific policies and procedures should be developed for collection of overdue accounts. Policies should include a specific time limit at which collection efforts should commence. Procedures should indicate the nature, extent and documentation of actual collection efforts.
3. Responsibility for collection efforts should be assigned to specific personnel. A realistic effort should be made to assign sufficient and competent persons to this function.

ACCOUNTING POLICIES AND RECORDS

Accounting Procedures Manual

The City should develop an accounting procedures manual to codify the many and diverse accounting procedures. The manual can also be used to set forth job descriptions, lines of authority and supervision for all departments, report formats, account codes and descriptions, and similar descriptive materials.

The advantages of an accounting procedures manual are that it can

- . Provide documentation, in one location, of the entire financial operations of the City, thereby facilitating an overall understanding of those operations by management and providing detailed guidance to all personnel involved in the financial function.
- . Facilitate the training of new personnel.

The following recommendations are intended to assist the City in the preparation of adequate accounting records which will provide necessary and useful information:

Capital Projects Fund and Long-term Debt Group of Accounts

The accounts of the Capital Projects Fund and the Long-term Debt Group are currently commingled. To properly reflect activity of the two separate functions, it is recommended that separate sets of general ledger accounts be established. The accounts of the Capital Projects Fund should be used to account for the expenditure of proceeds from debt issuances on various capital projects. Separate funds should be created for each existing and new project. Such a system would provide fiscal accountability for capital projects which is currently not available.

The accounts of the Long-term Debt Group should be used to account for the issuance and retirement of debt.



Honorable Mayor and
Members of the City Council
City of Providence, Rhode Island
October 29, 1982
8

Interfund Transactions

All transactions between the City's funds should be clearly designated as such. The present accounting system does not clearly identify all interfund transactions. As a result, considerable time must be spent to identify such transactions. It is recommended that all transactions between funds be accounted for through separate interfund general ledger accounts.

Fiduciary Funds

The accounting system for the City's Fiduciary (Trust and Special) Funds does not provide adequate information concerning revenues and expenditures for each individual fund. General ledger accounts for various revenue and expenditure categories should be established and maintained for each individual fund. Agency Funds, however, should only maintain self-balancing asset and liability accounts sufficient to provide accountability for agency activity.

Revolving Funds

Many of the City's "Revolving Funds" were created in prior years for purposes which are no longer necessary or apparent. Consequently, some of these funds may not be required at the present time. A review of these funds should be performed to determine those which are necessary. Those which are not should be closed out.

Accounting Records

It was noted that accounting records are not always maintained in a secure manner. To adequately safeguard the accounting records, it is recommended that all important records be maintained in locked, fireproof cabinets. Such a precaution will protect the City from disruption of normal procedures in the event of a disaster and preclude access to the records by unauthorized persons.

ESTABLISH FIXED ASSETS RECORDS AND CONTROLS

The City presently does not have comprehensive fixed asset records. Sound financial administration in safeguarding the City's investment in fixed assets is of utmost importance in the exercise of stewardship responsibilities. These responsibilities can be effectively discharged only through adequate fixed assets accounting. Preparation and maintenance of fixed asset records and accounts will provide several benefits:

- . Fixed assets can be inventoried periodically to ensure that they are properly controlled.
- . Responsibility for custody and effective use of fixed assets can be clearly established.



Peat, Marwick, Mitchell & Co.

Honorable Mayor and
Members of the City Council
City of Providence, Rhode Island
October 29, 1982

9

- . Information regarding sources of supply, prices, and useful lives will be readily available. If information regarding maintenance costs is also included in the subsidiary ledgers, ratios of cumulative maintenance costs to original costs can be developed.
- . Records will be readily available to substantiate the amount of grants used to finance expenditures for fixed assets. Furthermore, the determination of costs for building or equipment use is facilitated. The latter is important to obtain reimbursement for the use of buildings and equipment in Federal and state aid programs.
- . Information is readily available both to determine insurance needs and to substantiate losses recoverable from insurance.
- . Information is available for the preparation of a Statement of General Fixed Assets.

Establishing fixed assets records when none existed before can be a difficult and time consuming task. We shall be pleased to provide further guidance and assistance in this area.

As stated, our examination referred to in the first paragraph of this letter was based on selective tests of accounting records and related data. Accordingly, it would not necessarily disclose all opportunities for improvement or all weaknesses in the City's system of internal accounting control. The City must rely upon an adequate system of internal accounting control as its principal safeguard against irregularities and it is management's responsibility to ensure that the system is adequate.

Furthermore, this letter is not intended to imply that our tests failed to disclose many commendable features in the current operating procedures of the City. However, from the standpoint of practicality, this letter is limited to situations which merit or could benefit from corrective action.

Finally, the comments contained in this letter were considered in determining the nature, timing, and extent of audit tests to be applied in our examination of the City's combined financial statements, and do not modify our report dated October 29, 1982 on such financial statements.

* * * * *

We wish to take this opportunity to thank officials and employees of the City for the help and cooperation which our staff received during the course of the examination.



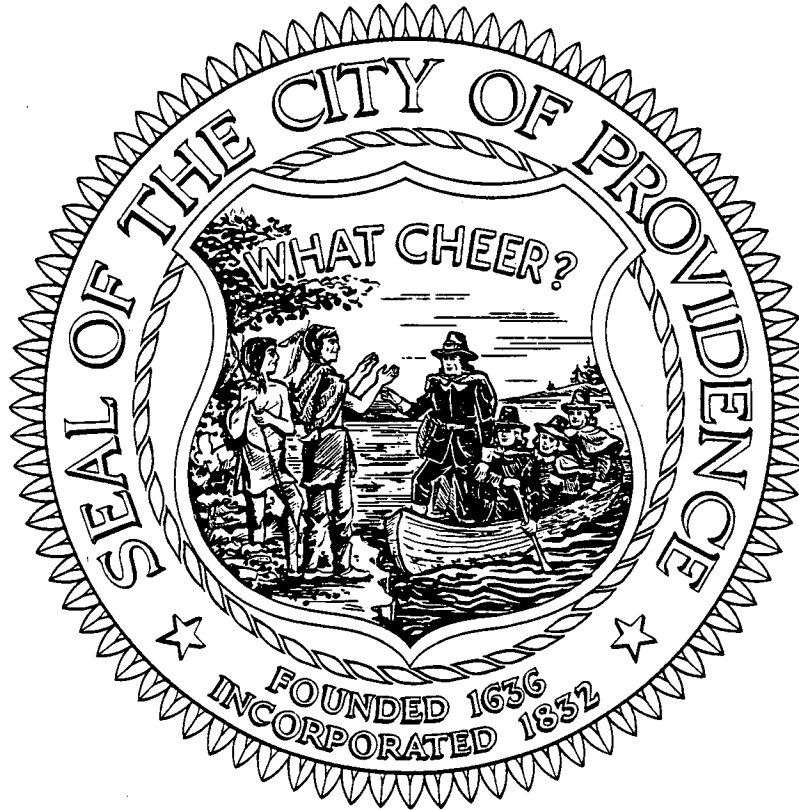
Peat, Marwick, Mitchell & Co.

Honorable Mayor and
Members of the City Council
City of Providence, Rhode Island
October 29, 1982
10

Should you have any questions concerning the matters presented herein, we shall be pleased to discuss them with you at your convenience.

Very truly yours,

Peat, Marwick, Mitchell & Co.



City of Providence

Annual Financial Report
June 30, 1982



Peat, Marwick, Mitchell & Co.

CITY OF PROVIDENCE, RHODE ISLAND

Table of Contents

	<u>Exhibit</u>	<u>Page</u>
Independent Accountants' Report		1 - 2
Combined Financial Statements:		
Combined Balance Sheet - All Fund Types and Account Group	A	3
Combined Statement of Revenues, Expenditures, and Changes in Fund Balances - All Governmental Fund Types and Expendable Trust Funds	B	4
Combined Statement of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual - General and Special Revenue Funds	C	5
Combined Statement of Revenues, Expenses, and Changes in Fund Balances - Nonexpendable Fiduciary Fund Types	D	6
Combined Statement of Changes in Financial Position - Nonexpendable Fiduciary Fund Types	E	7
Notes to Combined Financial Statements		8 - 17
	<u>Schedule</u>	
Additional Information:		
Governmental Funds:		
General Fund:		
Schedule of Revenues and other Financing Sources - Budget and Actual	1	18
Schedule of Expenditures - Budget and Actual	2	19 - 23
Special Revenue Funds:		
Combining Balance Sheet	3	24
Combining Schedule of Revenues and Expenditures	4	25
Combining Schedule of Revenues and Expenditures - Budget and Actual	5	26
Fiduciary Fund Types:		
Combining Balance Sheet	6	27
Agency Funds - Combining Schedule of Cash Receipts and Disbursements	7	28
Long-term Debt Group of Accounts:		
Schedule of Bonds Outstanding	8	29 - 31
Schedule of Notes Payable	9	32
Schedule of Property Taxes Receivable	10	33



Peat, Marwick, Mitchell & Co.

Certified Public Accountants

40 Westminister Street
Providence, Rhode Island 02903

Honorable Mayor and Members
of the City Council
Providence, Rhode Island:

We have examined the combined financial statements of the City of Providence, Rhode Island, as of and for the year ended June 30, 1982 as listed in the accompanying table of contents. Our examination was made in accordance with generally accepted auditing standards and, accordingly, included such tests of the accounting records and such other auditing procedures as we considered necessary in the circumstances.

As described more fully in Note 1, the combined financial statements referred to above do not include financial statements of various Federal program funds or a general fixed assets account group, which should be included to conform with generally accepted accounting principles.

As discussed in Note 9, the City provides for retirement benefits in a manner which is not in conformity with generally accepted accounting principles.

As more fully described in Note 2, property tax revenues have been recognized under the accrual method of accounting. However, under generally accepted accounting principles which will become effective for the fiscal year ended June 30, 1983, only property tax payments due as of the end of the fiscal year and received within 60 days thereafter will be recognizable as revenue. Had this revenue recognition method been adopted by the City as of June 30, 1982, and had expenditures and other revenues remained the same, the excess of revenues and other financing sources over expenditures and other uses of the General Fund for the year then ended would be \$222,382 and the General Fund would have a fund deficit of \$6,115,577 at June 30, 1982.

In our opinion, except that the omission of the financial statements referred to in the second paragraph results in an incomplete presentation and except for the effects on the General Fund of the matter discussed in the third paragraph, the aforementioned combined financial statements present fairly the financial position of the City of Providence, Rhode Island at June 30, 1982, and the results of its operations and the changes in financial position of its nonexpendable fiduciary fund types for the year then ended, in conformity with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Our examination was made for the purpose of forming an opinion on the combined financial statements taken as a whole. The combining schedules and financial information included in Schedules 1 through 10 are presented for purposes of additional analysis and are not a required part of the basic combined financial statements. Such information has been subjected to the auditing procedures applied in the examination of the basic combined financial statements and, in our opinion, except for the effects on Schedule 2 of the matter discussed in the third paragraph, is stated fairly in all material respects in relation to the combined financial statements taken as a whole.

October 29, 1982

Peat, Marwick, Mitchell & Co.

CITY OF PROVIDENCE, RHODE ISLAND

Combined Balance Sheet - All Fund Types and Account Group

June 30, 1982
with comparative totals for June 30, 1981

Assets	Governmental Fund Types			Fiduciary Fund Types	Account Group General Long- term Debt	Totals (Memorandum Only)	
	General	Special Revenue	Capital Projects	Trust and Agency		1982	1981
Cash	\$ 854,867			10,840,080		11,694,947	350,814
Short-term investments	3,952,071					3,952,071	13,230,550
Due from (notes 3 and 4):							
Other funds	7,360,544	1,647,555	84,246	5,827,764		14,920,109	6,298,790
Other governments	1,450,882	1,141,248		662,979		3,255,109	2,409,664
Accounts receivable (net where applicable of allowances for estimated uncollect- ible amounts of \$20,294,156):							
Taxes	11,130,566			2,227,885		13,358,451	16,758,715
Other		62,159				62,159	67,696
Investments				81,426,028		81,426,028	75,781,112
Loans receivable				3,876,721		3,876,721	3,183,441
Amount to be provided for retirement of debt					86,108,813	86,108,813	93,047,407
Other assets	255,606			139,120		394,726	139,120
Total assets and other debits	\$ 25,004,536	2,850,962	84,246	105,000,577	86,108,813	219,049,134	211,267,309
<u>Liabilities</u>							
Bank overdrafts	\$	324,402	55,587			379,989	2,261,464
Accounts payable	4,351,906	803,446	62,651	2,292,469		7,510,472	7,927,227
Notes payable (note 5)	16,000,000				12,873,000	28,873,000	28,218,000
Due to other funds (note 4)	2,134,940	1,723,114	4,891,545	1,404,697	4,765,813	14,920,109	6,298,790
Deferred revenues				5,335,008		5,335,008	5,493,495
Bonds payable (note 6)					68,470,000	68,470,000	74,663,000
Total liabilities	22,486,846	2,850,962	5,009,783	9,032,174	86,108,813	125,488,578	124,861,976
<u>Fund Balance (Deficit)</u>							
Fund balance (deficit):							
Reserved (note 7)	5,455,062			93,734,432		99,189,494	91,178,903
Unreserved	(2,937,372)		(4,925,537)	2,233,971		(5,628,938)	(4,773,570)
Total fund balance (deficit) (note 8)	2,517,690	-	(4,925,537)	95,968,403	-	93,560,556	86,405,333
Commitments and contingent liabilities (notes 9 and 10).							
Total liabilities and fund balance	\$ 25,004,536	2,850,962	84,246	105,000,577	86,108,813	219,049,134	211,267,309

See accompanying notes to combined financial statements.

CITY OF PROVIDENCE, RHODE ISLAND

Combined Statement of Revenues, Expenditures, and Changes in
Fund Balances - All Governmental Fund Types and Expendable Trust FundsYear ended June 30, 1982
with comparative totals for year ended June 30, 1981

	Governmental Fund Types			Fiduciary Fund Types Expendable Trust	Totals (Memorandum Only)	
	General	Special Revenue	Capital Projects		1982	1981
Revenues:						
Taxes (note 2)	\$ 89,776,844			2,291,737	92,068,581	87,118,422
Charges for services	3,498,123	162,583			3,660,706	5,737,772
Shared state taxes	1,146,026				1,146,026	1,071,344
Federal and state grants and reimbursements	12,689,278	25,726,376			38,415,654	35,499,223
Water Supply Board	8,771,187				8,771,187	8,019,605
Licenses	894,257				894,257	597,172
Investment income	2,867,998		645,523	1,966,063	5,479,584	2,175,492
Fines and forfeitures	2,129,064				2,129,064	563,233
Miscellaneous	1,391,340			317,831	1,709,171	1,282,969
Total revenues	123,164,117	25,888,959	645,523	4,575,631	154,274,230	142,065,232
Other financing sources:						
Transfers in (note 8)	1,549,399	33,492,917	28,162		35,070,478	35,285,356
Debt issuance proceeds						4,644,614
Total revenues and other financing sources	124,713,516	59,381,876	673,685	4,575,631	189,344,708	181,995,202
Expenditures:						
Personal services	30,237,561	41,497,700		531,353	72,266,614	81,141,198
Services other than personal	14,626,295	5,617,301		2,066,484	22,310,080	18,666,775
Materials and supplies	5,032,880	3,075,243		338,699	8,446,822	6,261,867
Special items	30,169,974	8,782,755		821,918	39,774,647	25,479,472
Equipment outlay	1,496,011			50,830	1,546,841	1,531,612
Structures and improvements	463,220	408,877	3,715,945	278,146	4,866,188	10,535,265
Debt service	6,193,000			510,151	6,703,151	5,517,783
Total expenditures	88,218,941	59,381,876	3,715,945	4,597,581	155,914,343	149,133,972
Other uses:						
Transfers out (note 8)	33,492,917		1,549,399	28,162	35,070,478	35,285,356
Total expenditures and other uses	121,711,858	59,381,876	5,265,344	4,625,743	190,984,821	184,419,328
Revenues and other financing sources over (under) expenditures and other uses	3,001,658	-	(4,591,659)	(50,112)	(1,640,113)	(2,424,126)
Fund balance (deficit) at beginning of year	(483,968)	-	(333,878)	2,284,083	1,466,237	3,890,363
Fund balance (deficit) at end of year	\$ 2,517,690	-	(4,925,537)	2,233,971	(173,876)	1,466,237

See accompanying notes to combined financial statements.

CITY OF PROVIDENCE, RHODE ISLAND

Combined Statement of Revenues, Expenditures, and Changes in
Fund Balances - Budget and Actual - General and Special Revenue Funds

Year ended June 30, 1982

	General Fund			Special Revenue Funds			Totals (Memorandum Only)		
	Budget	Actual	Variance - Favorable (Unfavorable)	Budget	Actual	Variance - Favorable (Unfavorable)	Budget	Actual	Variance - Favorable (Unfavorable)
Revenues:									
Taxes (note 2)	\$ 89,721,152	89,776,844	55,692				89,721,152	89,776,844	55,692
Charges for services	5,533,314	4,710,603	(822,711)	138,220	162,583	24,363	5,671,534	4,873,186	(798,348)
Shared state taxes	1,055,351	1,146,026	90,675				1,055,351	1,146,026	90,675
Federal and state grants and reimbursements	12,809,670	12,689,278	(120,392)	25,843,625	25,726,376	(117,249)	38,653,295	38,415,654	(237,641)
Water Supply Board	9,665,745	8,771,187	(894,558)				9,665,745	8,771,187	(894,558)
Licenses	851,665	894,257	42,592				851,665	894,257	42,592
Investment income	2,162,020	2,505,415	343,395				2,162,020	2,505,415	343,395
Fines and forfeitures	2,866,360	2,129,064	(737,296)				2,866,360	2,129,064	(737,296)
Miscellaneous	15,000	541,443	526,443				15,000	541,443	526,443
Total revenues	124,680,277	123,164,117	(1,516,160)	25,981,845	25,888,959	(92,886)	150,662,122	149,053,076	(1,609,046)
Other financing sources:									
Transfers in (note 8)		1,549,399	1,549,399	33,877,911	33,492,917	(384,994)	33,877,911	35,042,316	1,164,405
Total revenues and other financing sources	124,680,277	124,713,516	33,239	59,859,756	59,381,876	(477,880)	184,540,033	184,095,392	(444,641)
Expenditures:									
Personal services	29,679,086	30,237,561	(558,475)	41,215,596	41,497,700	(282,104)	70,894,682	71,735,261	(840,579)
Services other than personal	14,842,131	14,626,295	215,836	5,820,352	5,617,301	203,051	20,662,483	20,243,596	418,887
Materials and supplies	5,704,591	5,032,880	671,711	3,522,901	3,075,243	447,658	9,227,492	8,108,123	1,119,369
Special items	31,657,518	30,539,974	1,117,544	9,016,455	8,782,755	233,700	40,673,973	39,322,729	1,351,244
Equipment outlay	2,293,040	1,496,011	797,029				2,293,040	1,496,011	797,029
Structures and improvements	803,000	463,220	339,780	284,452	408,877	(124,425)	1,087,452	872,097	215,355
Debt service	5,823,000	5,823,000					5,823,000	5,823,000	
Total expenditures	90,802,366	88,218,941	2,583,425	59,859,756	59,381,876	477,880	150,662,122	147,600,817	3,061,305
Other uses:									
Transfers to Special Revenue Funds	33,877,911	33,492,917	384,994				33,877,911	33,492,917	384,994
Total expenditures and other uses	124,680,277	121,711,858	2,968,419	59,859,756	59,381,876	477,880	184,540,033	181,093,734	3,446,299
Revenues and other sources over expenditures and other uses	\$ -	3,001,658	3,001,658	-	-	-	-	3,001,658	3,001,658

See accompanying notes to combined financial statements.

CITY OF PROVIDENCE, RHODE ISLAND

Combined Statement of Revenues, Expenses, and Changes in
Fund Balances - Nonexpendable Fiduciary Fund TypesYear ended June 30, 1982
with comparative totals for year ended June 30, 1981

	Fiduciary Fund Types		Totals	
	Retirement System	Nonexpendable Trusts	(Memorandum Only) 1982	1981
Operating revenues:				
Employee contributions	\$ 3,250,841		3,250,841	3,461,930
Employer contributions	9,968,534		9,968,534	5,706,970
Miscellaneous	14,857	3,805	18,662	12,722
Total operating revenues	<u>13,234,232</u>	<u>3,805</u>	<u>13,238,037</u>	<u>9,181,622</u>
Operating expenses:				
Services other than personal		223,472	223,472	12,691
Retiree benefits	11,974,870		11,974,870	10,174,986
Miscellaneous	300,495		300,495	78,969
Total operating expenses	<u>12,275,365</u>	<u>223,472</u>	<u>12,498,837</u>	<u>10,266,646</u>
Operating income (loss)	<u>958,867</u>	<u>(219,667)</u>	<u>739,200</u>	<u>(1,085,024)</u>
Nonoperating revenues:				
Investment income	7,618,605	213,862	7,832,467	6,734,593
Interest on member loans	223,669		223,669	143,328
Total nonoperating revenues	<u>7,842,274</u>	<u>213,862</u>	<u>8,056,136</u>	<u>6,877,921</u>
Net income (loss)	<u>8,801,141</u>	<u>(5,805)</u>	<u>8,795,336</u>	<u>5,792,897</u>
Fund balance at beginning of year	<u>80,580,450</u>	<u>4,358,646</u>	<u>84,939,096</u>	<u>79,146,199</u>
Fund balance at end of year (note 8)	<u>\$ 89,381,591</u>	<u>4,352,841</u>	<u>93,734,432</u>	<u>84,939,096</u>

See accompanying notes to combined financial statements.

CITY OF PROVIDENCE, RHODE ISLAND

Combined Statement of Changes in Financial Position -
Nonexpendable Fiduciary Fund TypesYear ended June 30, 1982
with comparative totals for year ended June 30, 1981

	<u>Fiduciary Fund Types</u>		<u>Totals</u>	
	<u>Retirement</u>	<u>Nonexpendable</u>	<u>(Memorandum Only)</u>	
	<u>System</u>	<u>Trusts</u>	<u>1982</u>	<u>1981</u>
Sources of funds:				
Net income (loss)	\$ 9,000,342	(5,804)	8,994,538	5,792,897
Less discount accretion which does not provide cash	<u>(299,794)</u>	<u> </u>	<u>(299,794)</u>	<u>(64,087)</u>
Funds provided by operations	8,700,548	(5,804)	8,694,744	5,728,810
Loan payments	1,391,217	140,734	1,531,951	1,197,315
Net decrease in investments	<u>587,639</u>	<u> </u>	<u>587,639</u>	<u>(4,685,178)</u>
Total sources of funds	<u>10,679,404</u>	<u>134,930</u>	<u>10,814,334</u>	<u>2,240,947</u>
Uses of funds:				
Decrease in accounts payable	86,141	-	86,141	(86,141)
Loans to members	2,084,497		2,084,497	1,765,527
Increase in amount due from other funds	<u>176,379</u>	<u> </u>	<u>176,379</u>	<u>(217,587)</u>
Total uses of funds	<u>2,347,017</u>	<u>-</u>	<u>2,347,017</u>	<u>1,461,799</u>
Net increase in cash	8,332,387	134,930	8,467,317	779,148
Cash balance at beginning of year	<u>477,178</u>	<u>155,803</u>	<u>632,981</u>	<u>(146,167)</u>
Cash balance at end of year	\$ <u>8,809,565</u>	<u>290,733</u>	<u>9,100,298</u>	<u>632,981</u>

See accompanying notes to combined financial statements.

CITY OF PROVIDENCE, RHODE ISLAND

Notes to Combined Financial Statements

June 30, 1982

(1) Summary of Significant Accounting Policies

The City of Providence operates under a legislative charter adopted in 1940 providing for a mayor-council form of government. The Mayor is elected by the voters of the City for a four-year term. All department heads and many other City officials are appointed by the Mayor. City council members are also elected for four-year terms, concurrent with that of the Mayor.

The accounting policies of the City of Providence, Rhode Island conform to generally accepted accounting principles as applicable to governmental units except that provisions for retirement benefits are not based on normal costs and the combined financial statements do not include financial statements of various Federal program funds or a general fixed assets account group which should be included to conform with generally accepted accounting principles. The following is a summary of the more significant policies:

(a) Basis of Presentation - Fund Accounting

The accounts of the City are organized on the basis of funds or account groups, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund balance, revenues, and expenditures. The various funds are summarized by type in the combined financial statements. The following fund types and account group are used by the City.

Governmental Fund Types

Governmental Funds are those through which most governmental functions of the City are financed. The acquisition, use, and balances of the City's expendable financial resources and the related liabilities are accounted for through governmental funds. The measurement focus is upon determination of changes in financial position, rather than upon net income determination. The following are the City's governmental fund types.

General Fund - The General Fund is the general operating fund of the City. It is used to account for all financial resources except those required to be accounted for in other funds.

The General Fund includes the accounts and transactions of the Water Department as the City does not intend this to be a self-supporting activity until fiscal year ending June 30, 1983.

Special Revenue Funds - Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than special assessments, expendable trusts, or major capital projects) that are legally restricted to expenditures for specified purposes. These funds are comprised of the School Fund and the Federal Revenue Sharing Fund.

CITY OF PROVIDENCE, RHODE ISLAND

Notes to Combined Financial Statements, Continued

Under the Charter of the City, the School Fund is set up as a separate fund accountable for appropriations disbursed to it by the General Fund and revenue receipts specifically pertaining to school activities. Under this system any excess of revenues over expenditures reverts to the City's General Fund, and any excess of expenditures over revenues is a liability of the City's General Fund. Therefore, the School Fund has no fund balance.

Capital Projects Fund - The Capital Projects Fund is used to account for expenditures for the acquisition or construction of major capital facilities.

Fiduciary Fund Types

Fiduciary Funds are used to account for assets held by the City in a trustee capacity or as an agent for individuals, private organizations, other governmental units, and/or other funds.

Fiduciary Funds include expendable, nonexpendable, agency and Retirement System trust funds. Expendable trust and agency funds are accounted for and reported as governmental funds. Nonexpendable and retirement trust funds are accounted for separately since capital maintenance is critical.

Account Group: General Long-term Debt

This group of accounts is established to account for all long-term debt of the City as well as previously appropriated pension contributions which have been deferred to future years (note 6).

(b) Basis of Accounting

The modified accrual basis of accounting is followed by the governmental funds. Under the modified accrual basis of accounting, revenues are recorded when susceptible to accrual, i.e., both measurable and available. Available means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period (see Note 2 for property tax accrual policy). Expenditures, other than interest on long-term debt, are recorded when the liability is incurred.

Revenues and expenses of fiduciary fund types are primarily recognized on the accrual basis. Tax revenues from the Hurricane Barrier assessment are recorded as revenues when actually received because they are not available to pay liabilities of the current period until actually received.

CITY OF PROVIDENCE, RHODE ISLAND

Notes to Combined Financial Statements, Continued

(c) Encumbrances

Encumbrance accounting, under which purchase orders, contracts, and other commitments for the expenditure of funds are recorded in order to reserve that portion of the applicable appropriation, is employed in the governmental funds. Open encumbrances are reported as reservations of fund balances since the commitments will be honored through subsequent years' budget appropriations. Encumbrances do not constitute expenditures or liabilities.

(d) Investments

Debt securities of the Retirement Fund are stated at cost (adjusted for amortization of premium and accretion of discount). Equity securities of the Retirement Fund are stated at the lower of aggregate cost or market value. Investments of other funds are stated at cost which approximates market.

(e) Inventory and Supplies

Inventory and supplies are recorded as expenditures when purchased.

(f) Budgetary Data

The City employs the following procedures in establishing most of the budgetary data reflected in the combined financial statements:

- (i) At least forty-five days prior to July 1, the Mayor submits to the City Council a proposed operating budget for the upcoming fiscal year. The operating budget includes proposed expenditures and the means of financing them.
- (ii) At the discretion of the City Council, a public hearing may be held to obtain taxpayer comments. The Council may alter the proposed expenditures but may not cause an excess of appropriations over expected revenues submitted by the Mayor.
- (iii) The final budget is legally enacted through passage of an ordinance.
- (iv) The Mayor is authorized to make minor transfers of budgeted amounts between departments. Significant budget revisions or transfers must be approved by the City Council.

The actual amounts included in the Combined Statement of Revenues and Expenditures - Budget and Actual (Exhibit C) are presented in accordance with generally accepted accounting principles which is the method employed in preparation of the budget.

(g) Vacations and Sick Leave

Under terms of union contracts, City employees are granted vacation and sick leave in varying amounts based on length of service. There is no estimate available of the amount of accumulated and unpaid vacation and sick leave at June 30, 1982.

CITY OF PROVIDENCE, RHODE ISLAND

Notes to Combined Financial Statements, Continued

(h) Amounts to be Provided

Amounts to be provided represent monies to be raised from future tax levies as well as future reimbursements from other governments to retire general long-term liabilities.

(i) Comparative Total Data

Comparative total data for the prior year have been presented in the accompanying combined financial statements in order to provide an understanding of changes in the City's financial position and operations. However, comparative data (i.e., presentation of prior year totals by fund type) have not been presented in each of the statements, since their inclusion would make the statements unduly complex and difficult to read.

The total data are the aggregate of the fund types and account group. No consolidating entries or other eliminations were made in arriving at the totals; thus they do not present consolidated information.

(2) Property Taxes

The City's property tax is levied each year on the assessed value listed as of the prior December 31 for all real property, tangible property, equipment, and motor vehicles located in the City. Assessed values of real property were established by the City Assessor's office at 85% of appraised market value based on the 1975 valuation. Assessed values of tangible property and equipment are determined annually at 85% of market value while the assessed value of motor vehicles is determined annually at 95% of market value.

The taxable assessments, tax rate and gross levy of the 1981 tax levy are as follows (in thousands):

	<u>Taxable assessment</u>	<u>Exemptions</u>	<u>Net taxable assessment</u>	<u>Rate per \$1,000</u>	<u>Gross levy</u>
Real property	\$ 1,031,266	28,187	1,003,079	67.61	67,818
Tangible property	201,110	66	201,044	67.61	13,593
Equipment	7,512		7,512	71.65	538
Motor vehicles	<u>173,436</u>	<u>3,516</u>	<u>169,920</u>	<u>67.61</u>	<u>11,488</u>
	<u>\$ 1,413,324</u>	<u>31,769</u>	<u>1,381,555</u>		<u>93,437</u>

Taxes on the gross levy were due in equal quarterly installments in July and October 1981 and January and April 1982. Unpaid property taxes are recorded as receivable, net of estimated uncollectible amounts.

CITY OF PROVIDENCE, RHODE ISLAND

Notes to Combined Financial Statements, Continued

In June 1981, the National Council on Governmental Accounting issued Interpretation 3 of Governmental Accounting and Financial Reporting Principles. Under Interpretation 3, only those property tax payments due as of the end of the fiscal year and received within 60 days thereafter are recognizable as revenue. This pronouncement will become effective for the fiscal year ending June 30, 1983 although earlier application has been encouraged. For the year ended June 30, 1982, however, the City has chosen to recognize property tax revenues under the accrual method, based on historical collection experience and consideration of existing and expected economic conditions. Following is a comparison of General Fund amounts presented in the accompanying combined financial statements under the current method and those amounts which would have been presented had the City adopted Interpretation 3 for the year ended June 30, 1982 and had expenditures and other revenues remained the same.

	Revenues and other financing sources over expenditures and other uses	Fund balance (deficit) at June 30, 1982
Amounts presented in the accompanying financial statements	\$ 3,001,658	2,517,690
Effect of Interpretation 3	(2,779,276)	(8,633,267)
Amounts that would be presented under Interpretation 3	\$ <u>222,382</u>	<u>(6,115,577)</u>

It is expected that the eventual adoption of Interpretation 3 will have a significant effect on the General Fund similar to that shown above.

(3) Due from Other Governments

Due from Other Governments consists of the following amounts at June 30, 1982:

General Fund:	
Due from State of Rhode Island	\$ 1,450,882
Special Revenue Funds:	
Due from Federal Government	1,141,248
Fiduciary Funds:	
Due from other municipalities	<u>662,979</u>
	\$ <u>3,255,109</u>

CITY OF PROVIDENCE, RHODE ISLAND

Notes to Combined Financial Statements, Continued

The amount due from the State of Rhode Island represents general public assistance payments made by the City which are to be reimbursed by the State. The amount due from the Federal government is the fourth quarter payment of Federal revenue sharing owed to the City for the fiscal year 1982 which was received by the City in July 1982.

(4) Interfund Accounts

At June 30, 1982, amounts due to and from other funds resulting from various interfund activities were as follows:

	<u>Due from other funds</u>	<u>Due to other funds</u>
General Fund:		
Fiduciary Fund Types	\$ 1,327,751	480,085
Special Revenue Fund	1,141,248	1,647,555
Capital Projects Fund	<u>4,891,545</u>	<u>7,300</u>
Total General Fund	<u>7,360,544</u>	<u>2,134,940</u>
Capital Projects Fund:		
Fiduciary Fund Types	76,946	-
General Fund	<u>7,300</u>	<u>4,891,545</u>
Total Capital Projects	<u>84,246</u>	<u>4,891,545</u>
Long-term Debt Group of Accounts:		
Fiduciary Funds - Retirement System (note 6)	<u>-</u>	<u>4,765,813</u>
Fiduciary Fund Types:		
General Fund	480,085	1,327,751
Capital Projects Fund	-	76,946
Special Revenue Funds	581,866	-
Long-term Debt Group of Accounts (note 8)	<u>4,765,813</u>	<u>-</u>
Total Fiduciary Fund Types	<u>5,827,764</u>	<u>1,404,697</u>
Special Revenue Funds:		
Fiduciary Funds - Retirement System	-	581,866
General Fund	<u>1,647,555</u>	<u>1,141,248</u>
Total Special Revenue Funds	<u>1,647,555</u>	<u>1,723,114</u>
	<u>\$ 14,920,109</u>	<u>14,920,109</u>

CITY OF PROVIDENCE, RHODE ISLAND

Notes to Combined Financial Statements, Continued

(5) Notes Payable

General Fund - Revenue anticipation notes payable at June 30, 1982 amounting to \$16,000,000 were due on August 10, 1982 with interest at the rate of 9.75%. These notes were paid off on August 10, 1982.

Long-term Debt Group - Bond anticipation notes payable at June 30, 1982 totaling \$12,873,000 were due on October 22, 1982 with interest at the rate of 9.75%. The City redeemed these notes on October 22, 1982 through the issuance of long-term debt as well as a reimbursement from the Narragansett Bay Water Quality District Commission (note 6).

(6) Long-term Debt

The following is a summary of bond transactions of the City for the year ended June 30, 1982 (in thousands):

Bonds payable at June 30, 1981	\$ 74,663
Debt retired	<u>(6,193)</u>

Bonds payable at June 30, 1982	\$ <u>68,470</u>
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Bonds authorized but not yet issued amounted to \$12,827,000 at June 30, 1982.

The annual requirements to amortize long-term debt outstanding as of June 30, 1982 are as follows (in thousands):

<u>Year ending</u> <u>June 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
1983	\$ 5,655	3,577	9,232
1984	5,675	3,271	8,946
1985	5,390	2,960	8,350
1986	5,315	2,661	7,976
1987	5,230	2,364	7,594
1988	5,145	2,088	7,233
1989	4,350	1,871	6,221
1990	4,130	1,626	5,756
1991	3,800	1,413	5,213
1992	3,325	1,220	4,545
1993	2,700	1,047	3,747
1994	2,570	907	3,477
1995	2,175	765	2,940
1996	2,205	642	2,847
1997	2,240	517	2,757
1998	2,270	392	2,662
1999	2,305	265	2,570
2000	2,345	142	2,487
2001	<u>1,645</u>	<u>42</u>	<u>1,687</u>
	\$ <u>68,470</u>	<u>27,770</u>	<u>96,240</u>

CITY OF PROVIDENCE, RHODE ISLAND

Notes to Combined Financial Statements, Continued

Included in the long-term debt group of accounts are \$4,000,000 in Bond anticipation notes and \$6,976,800 in Sewer Bonds which the Narragansett Bay Water Quality District Commission has agreed to assume pursuant to an agreement whereby the City's Sewerage Treatment Facility was transferred to the Commission. Under the agreement, the Commission will reimburse the City for all principal and interest due on the debt when due. The City, however, remains ultimately responsible for the timely payment of the issues.

In addition to the long-term debt amounts presented above, the City has agreed to contribute an unpaid contribution to the Employees' Retirement System appropriated in a prior year over a twenty-year period beginning in 1982 with interest at 8½%. The current balance of the obligation is presented as an amount due to the Retirement System in the Long-term Debt Group as well as a reservation of the fund balance of the General Fund (note 7). A corresponding receivable amount is recorded on the Retirement System Fund with an offset included in deferred revenue. Following is a summary of activity with regard to the City's commitment for future pension contributions during 1982:

Balance at June 30, 1981	\$ 4,866,407
Payments made during fiscal year 1982	<u>100,594</u>
Balance at June 30, 1982	\$ <u>4,765,813</u>

(7) Reserved Fund Balances

Reservations of fund balance at June 30, 1982 were as follows:

General Fund:

Reserved for encumbrances	\$ 689,249
Reserved for future pension contributions	<u>4,765,813</u>
	\$ <u>5,455,062</u>

Fiduciary Fund Types:

Reserved for payment of benefits	89,381,591
Reserved for designated purposes	<u>4,352,841</u>
	\$ <u>93,734,432</u>

(8) Capital Projects Fund

During the year ended June 30, 1981, the City transferred \$1,549,399 from the General Fund to the Capital Projects Fund to provide funds for various purposes. An additional amount of \$3,342,146 was provided by the General Fund to the Capital Projects Fund during fiscal 1982. On September 15, 1982, the Capital Projects Fund, using proceeds from the sale of long-term bonds, reimbursed the General Fund for the entire \$4,891,545 previously provided. As a result, this amount is presented as an amount due to the General Fund from the Capital Projects Fund at June 30, 1982 and the 1981 portion is presented as an operating transfer back to the General Fund during the year ended June 30, 1982. The proceeds from the bond sale also served to substantially eliminate the fund deficit of the Capital Projects Fund.

CITY OF PROVIDENCE, RHODE ISLAND

Notes to Combined Financial Statements, Continued

(9) Pension Plans

The City has a contributory pension plan covering substantially all City and certain School Department employees. It is the policy of the City to record as pension cost an amount which is sufficient to maintain funding at 70% of the actuarially determined liabilities of the plan. Nonetheless, the City's contribution for the current year is less than the amount needed for 70% funding based on the June 30, 1980 valuation of its cost for the year ended June 30, 1982. The City's method of recording pension cost is at variance with generally accepted accounting principles since such cost is less than normal cost of the plan plus an amount for amortization of prior service cost and interest on the unfunded past service liability. Since the City has not had an actuarial valuation of its plan since June 30, 1980, the effect of the 70% funding policy on pension cost in 1982 is not determinable.

The following is a summary of actuarially recommended and actual contributions made during the year ended June 30, 1982:

Actuarially recommended contributions	\$ <u>10,481,296</u>
Actual contributions:	
General Fund	8,692,187
School Department	<u>1,087,611</u>
	\$ <u>9,779,798</u>

As of June 30, 1980, the date of the latest actuarial report, the unfunded past service liability amounted to \$108,269,000. The City believes this unfunded past service liability has increased since 1980 due to the City's funding policy.

Actuarial and net asset information of the Employees' Retirement System follows:

Actuarial present value of accumulated plan benefits as of June 30, 1980:	
Vested	\$ 144,273,846
Nonvested	<u>4,151,962</u>
Total	\$ <u>148,425,808</u>
Net assets available for benefits as of June 30, 1980	\$ <u>79,431,000</u>

The assumed rate of return used in determining the actuarial present value of accumulated plan benefits was 8.5 percent compounded annually. Net assets available for benefits are stated at cost. The extent of any additional liability that may exist due to any excess of cost over market value is not known.

The City is obligated to contribute each year an amount sufficient to provide for the payment of special pensions to elective officers on a pay-as-you-go-basis. The City is also required to make contributions to the National Pension Plan of the Laborers' International Union of North America, the Rhode Island Legal Service trust for those employees in the

CITY OF PROVIDENCE, RHODE ISLAND

Notes to Combined Financial Statements, Continued

Laborers' International Union, the Police Pension Fund and the Fire Pension Fund and other plans. Total pension expense for these purposes, recorded on the General Fund, amounted to \$1,026,613 during the year ended June 30, 1982.

Teachers in the City's public schools participate in the Employees' Retirement System of the State of Rhode Island. The teachers contribute 6.5% of their salary and the remainder of the cost is divided evenly between the City and the State.

The City makes annual contributions to the plan equal to the amount of pension expense. The system's statutory funding schedule requires partial funding of current costs and interest on the unfunded prior service cost in increasing amounts until June 30, 1985. After June 30, 1985, the rates will provide for full funding of normal costs, amortization of the unfunded liability and interest on any unfunded liability.

The contribution to the pension plan for the year ended June 30, 1982 was approximately \$1,871,000 and is included in the School Special Revenue Fund. At the current time information relating to the City's portion of accumulated plan benefits and plan net assets is not available. School Fund pension expense for other pension plans amounted to \$129,000 during the year ended June 30, 1982.

(10) Commitments and Contingent Liabilities

The City is a defendant in many pending and existing lawsuits, claims, and grievances. It is the opinion of the City Solicitor and outside counsel that the outcome of these cases will not materially affect the financial statements of the City.

A judgment has been rendered in a class action suit against the City in the amount of \$5,000,000 concerning the propriety of a previous year property tax levy. The case is currently on appeal and in the opinion of the City Solicitor, the eventual settlement of the suit will not materially affect the financial statements of the City.

The City participates in a number of Federally-assisted grant programs, principal of which are the General Revenue Sharing, Community Development Block Grant, and Local Public Works programs. These programs are subject to financial and compliance audits by the grantors or their representatives. The audits of these programs for or including the year ended June 30, 1982 have not yet been conducted. Accordingly, the City's compliance with applicable grant requirements will be established at some future date. The amount, if any, of expenditures which may be disallowed by the granting agencies cannot be determined at this time although the City expects such amounts, if any, to be immaterial.

The City follows the policy of self-insuring its real estate property against possible casualty losses caused by fire. As of June 30, 1982, the total amount available for this purpose totaled \$105,000 and is carried in the Fiduciary Fund Types.

CITY OF PROVIDENCE, RHODE ISLAND

General Fund

Schedule of Revenues and Other Financing Sources -
Budget and Actual

Year ended June 30, 1982

	<u>Budget</u>	<u>Increase</u>	<u>Revised budget</u>	<u>Actual</u>	Actual over (under) <u>budget</u>
Revenues:					
Property taxes	\$ 89,721,152		89,721,152	89,776,844	55,692
Shared State taxes	1,055,351		1,055,351	1,146,026	90,675
Business and nonbusiness licenses	851,665		851,665	894,257	42,592
Fines, forfeits and escheats	2,866,360		2,866,360	2,129,064	(737,296)
Grants-in-aid (State of Rhode Island):					
General Public Assistance	8,197,950	800,000	8,997,950	8,892,558	(105,392)
Payment of school debt	386,489		386,489	371,489	(15,000)
In lieu of machinery, equip- ment, inventory and intangible taxes	3,425,231		3,425,231	3,425,231	
Donations	15,000		15,000	15,824	824
Rents and interest	2,162,020		2,162,020	2,505,414	343,394
General departments	4,683,314		4,683,314	3,860,706	(822,608)
Sewer rentals	850,000		850,000	849,897	(103)
Miscellaneous				525,620	525,620
Water Supply Board	9,665,745		9,665,745	8,771,187	(894,558)
Total revenues	123,880,277	800,000	124,680,277	123,164,117	(1,516,160)
Other financing sources:					
Transfer from Capital Projects Fund				1,549,399	1,549,399
Total revenues and other financing sources	\$ <u>123,880,277</u>	<u>800,000</u>	<u>124,680,277</u>	<u>124,713,516</u>	<u>33,239</u>

CITY OF PROVIDENCE, RHODE ISLAND

General Fund

Schedule of Expenditures - Budget and Actual

Year ended June 30, 1982

<u>Expenditures</u>	<u>Budget</u>	<u>Transfers increase (decrease)</u>	<u>Revised budget</u>	<u>Actual expenditures</u>	<u>Actual (over) under budget</u>
Executive, Legislative and Judicial activities:					
City Council	\$ 208,769	34,300	243,069	242,964	105
City Clerk	123,380		123,380	121,044	2,336
Probate Court	78,729		78,729	79,107	(378)
Providence Municipal Court	171,820		171,820	172,293	(473)
Mayor's Office	311,237		311,237	262,366	48,871
Law Department	643,479	9,200	652,679	939,463	(286,784)
City Sargeant	14,016		14,016	13,868	148
Total Executive, Legislative, and Judicial Activities	1,551,430	43,500	1,594,930	1,831,105	(236,175)
Finance Administration:					
Finance Director	239,851		239,851	203,043	36,808
City Controller	443,829	(20,000)	423,829	389,428	34,401
Employees' Retirement	126,548	70,000	196,548	194,999	1,549
Data Processing	954,476	(50,000)	904,476	816,016	88,460
City Collector	448,019		448,019	408,189	39,830
City Assessor	377,382		377,382	360,472	16,910
Treasury Department	162,198		162,198	112,745	49,453
Board of Tax Assessments Review	9,505		9,505	9,108	397
Purchasing	1,875,997	(44,845)	1,831,152	1,597,084	234,068
Total Finance Administration	4,637,805	(44,845)	4,592,960	4,091,084	501,876
Public Safety:					
Commissioner of Public Safety	136,495		136,495	133,667	2,828
Police Department (excluding Federal Revenue Sharing amounts)	8,712,288	15,000	8,727,288	9,082,593	(355,305)
Fire Department (excluding Federal Revenue Sharing amounts)	9,102,756	(25,000)	9,077,756	9,313,448	(235,692)
Department of Communications	1,033,904		1,033,904	1,040,677	(6,773)
Traffic Engineers	532,521		532,521	515,949	16,572
Total Public Safety	19,517,964	(10,000)	19,507,964	20,086,334	(578,370)

(Continued)

CITY OF PROVIDENCE, RHODE ISLAND

General Fund

Schedule of Expenditures - Budget and Actual, Continued

<u>Expenditures</u>	<u>Budget</u>	<u>Transfers increase (decreases)</u>	<u>Revised budget</u>	<u>Actual expenditures</u>	<u>Actual (over) under budget</u>
Building Inspection Department:					
Building Inspection	\$ 150,525	45,737	196,262	165,226	31,036
Structures and Zoning Division	159,921	(13,242)	146,679	138,215	8,464
Plumbing, Drainage, and Gas Piping Division	82,066		82,066	71,584	10,482
Electrical Installations Division	71,032		71,032	66,393	4,639
Mechanical Equipment and Installations Division	72,789		72,789	69,853	2,936
Zoning Board of Review	51,782	4,000	55,782	53,865	1,917
Housing Board of Review	5,679		5,679	4,741	938
Building Board of Review	15,133	3,000	18,133	15,598	2,535
Building Inspection Code Enforcement		196,633	196,633	177,572	19,061
Building Inspection Prosecution		113,325	113,325	113,819	(494)
Total Building Codes and Inspection	<u>608,927</u>	<u>349,453</u>	<u>958,380</u>	<u>876,866</u>	<u>81,514</u>
Public Works activities:					
Public Works Administration	240,960	(25,200)	215,760	210,329	5,431
Engineering Office	409,229	(151,000)	258,229	262,908	(4,679)
Street Cleaning Section	525,143	(85,000)	440,143	441,999	(1,856)
Sewage Disposal and Pumping	1,683,557	62,000	1,745,557	2,170,485	(424,928)
Waste Collection and Processing	1,816,205	209,000	2,025,205	2,027,973	(2,768)
Highway Section	1,997,749	103,000	2,100,749	2,122,976	(22,227)
Bridge Maintenance Section	170,895	(25,500)	145,395	142,030	3,365
Snow Removal	504,000		504,000	937,404	(433,404)
Sewer Construction and Maintenance	581,163	13,900	595,063	613,872	(18,809)
Street Lighting Division	1,338,900	(8,700)	1,330,200	1,334,069	(3,869)
Municipal Dock Section	355,665	(39,000)	316,665	317,340	(675)
Public Buildings	1,090,441	41,344	1,131,785	1,144,500	(12,715)
Garage Maintenance and Equipment Repair	244,176	(50,000)	194,176	197,870	(3,694)
Total Public Works activities	<u>10,958,083</u>	<u>44,844</u>	<u>11,002,927</u>	<u>11,923,755</u>	<u>(920,828)</u>

(Continued)

CITY OF PROVIDENCE, RHODE ISLAND

General Fund

Schedule of Expenditures - Budget and Actual, Continued

<u>Expenditures</u>	<u>Budget</u>	<u>Transfers increase (decrease)</u>	<u>Revised budget</u>	<u>Actual expenditures</u>	<u>Actual (over) under budget</u>
Recreation activities:					
Recreation Department	\$ 270,418	(20,000)	250,418	234,654	15,764
Junior Police Camp	22,000		22,000	80,786	(58,786)
Recreation Seasonal	236,204	20,000	256,204	253,673	2,531
Total recreation activities	528,622	-	528,622	569,113	(40,491)
Public Lands and Parks:					
Development and Environmental Services	354,250		354,250	325,079	29,171
Zoo division	544,628		544,628	533,359	11,269
Grounds maintenance services	1,758,888		1,758,888	1,724,138	34,750
Programming services	127,131		127,131	119,959	7,172
Office of the Superintendent of Parks	66,830		66,830	64,460	2,370
Total Public Lands and Parks	2,851,727	-	2,851,727	2,766,995	84,732
Education:					
Local appropriation to School Department	33,877,911	-	33,877,911	33,492,917	384,994
Other departments:					
Recorder of Deeds	139,514		139,514	140,675	(1,161)
Weights and measures	49,355		49,355	44,849	4,506
Vital statistics	50,986		50,986	64,154	(13,168)
Board of Canvassers	153,408		153,408	138,537	14,871
Bureau of Licenses	99,766		99,766	91,238	8,528
Providence Human Relations	73,586		73,586	83,511	(9,925)
Civil Defense Preparedness	69,380		69,380	70,301	(921)
Planning and Urban Development	1,065,269	(349,452)	715,817	724,150	(8,333)
Emergency Temporary and Seasonal Employees	86,000		86,000	76,499	9,501
Administration to City Council	50,222		50,222	46,454	3,768
Providence Review Commission	19,525		19,525	6,636	12,889
Total other departments	1,857,011	(349,452)	1,507,559	1,487,004	20,555

(Continued)

CITY OF PROVIDENCE, RHODE ISLAND

General Fund

Schedule of Expenditures - Budget and Actual, Continued

<u>Expenditures</u>	<u>Budget</u>	<u>Transfers increase (decrease)</u>	<u>Revised budget</u>	<u>Actual expenditures</u>	<u>Actual (over) under budget</u>
Welfare activities:					
General Public Assistance administration	\$ 655,950		655,950	585,343	70,607
General Public Assistance	<u>7,814,000</u>	<u>800,000</u>	<u>8,614,000</u>	<u>8,696,873</u>	<u>(82,873)</u>
Total welfare activities	<u>8,469,950</u>	<u>800,000</u>	<u>9,269,950</u>	<u>9,282,216</u>	<u>(12,266)</u>
Pensions:					
Contributions to:					
Employees' Retirement System, exclusive of					
Water Supply Board portion	8,352,786		8,352,786	8,422,025	(69,239)
Elected Officials' Retirement System	<u>88,140</u>		<u>88,140</u>	<u>88,140</u>	
Payments to:					
Police Pension Fund	78,100		78,100	76,236	1,864
Fire Pension Fund	129,176		129,176	122,313	6,863
Laborers International Pension Fund	962,324	(8,500)	953,824	828,064	125,760
Laborers International legal fee	178,538	90,000	268,538	243,506	25,032
Public Employees Health Services	<u>60,613</u>		<u>60,613</u>	<u>42,490</u>	<u>18,123</u>
Total pensions	<u>9,849,677</u>	<u>81,500</u>	<u>9,931,177</u>	<u>9,822,774</u>	<u>108,403</u>
Debt service:					
Retirement of Serial Bonds	5,823,000		5,823,000	5,823,000	
Interest on bonded debt and short-term borrowings	<u>6,645,734</u>		<u>6,645,734</u>	<u>5,508,225</u>	<u>1,137,509</u>
Total debt service	<u>12,468,734</u>	<u>-</u>	<u>12,468,734</u>	<u>11,331,225</u>	<u>1,137,509</u>
Miscellaneous Activities:					
Contingencies	50,016	(27,500)	22,516	25,038	(2,522)
F.I.C.A.	1,072,453		1,072,453	980,829	91,624
Medical insurance	2,936,327		2,936,327	2,853,448	82,879
Board of Tenants Affairs	2,500		2,500	905	1,595
Community Mental Health Centers	175,000		175,000	175,000	
Demolition of abandoned property	85,000		85,000	82,055	2,945
Providence Housing Authority	10,000		10,000	9,250	750
Unemployment compensation	1,112,701	(115,000)	997,701	423,438	574,263
League of Cities and Towns		25,000	25,000		25,000
Reserve for anticipated tax abatements	320,000		320,000	551,173	(231,173)
Workers compensation (Insurance Fund)	300,000		300,000	81,838	218,162
Labor lawyer	<u>35,000</u>		<u>35,000</u>	<u>108,350</u>	<u>(73,350)</u>
Total miscellaneous activities	<u>6,098,997</u>	<u>(117,500)</u>	<u>5,981,497</u>	<u>5,291,324</u>	<u>690,173</u>

(Continued)

CITY OF PROVIDENCE, RHODE ISLAND

General Fund

Schedule of Expenditures - Budget and Actual, Continued

<u>Expenditures</u>	<u>Budget</u>	<u>Transfers increase (decrease)</u>	<u>Revised budget</u>	<u>Actual expenditures</u>	<u>Actual (over) under budget</u>
Grants:					
Providence Public Library	\$ 840,000		840,000	840,000	
Other	<u>68,203</u>	<u>2,500</u>	<u>70,703</u>	<u>67,211</u>	<u>3,492</u>
Total grants	<u>908,203</u>	<u>2,500</u>	<u>910,703</u>	<u>907,211</u>	<u>3,492</u>
Public celebrations	<u>6,075</u>	<u>-</u>	<u>6,075</u>	<u>5,458</u>	<u>617</u>
Water Supply Board:					
Administration	1,268,742		1,268,742	1,093,366	175,376
Source of supply	1,647,062		1,647,062	845,332	801,730
Transmission and distribution	3,129,060		3,129,060	2,586,219	542,841
Accounting and commercial	440,197		440,197	351,930	88,267
Taxes	1,759,000		1,759,000	1,621,490	137,510
Employees' Retirement System	317,616		317,616	317,616	
F.I.C.A.	165,000		165,000	167,232	(2,232)
Interest on bonded debt	592,484		592,484	593,292	(808)
Unemployment compensation	<u>370,000</u>		<u>370,000</u>	<u>370,000</u>	
Total Water Supply Board	<u>9,689,161</u>	<u>-</u>	<u>9,689,161</u>	<u>7,946,477</u>	<u>1,742,684</u>
Total expenditures	\$ <u>123,880,277</u>	<u>800,000</u>	<u>124,680,277</u>	<u>121,711,858</u>	<u>2,968,419</u>

CITY OF PROVIDENCE, RHODE ISLAND

Special Revenue Funds

Combining Balance Sheet

June 30, 1982

<u>Assets</u>	Federal Revenue Sharing Fund	School Fund	<u>Total</u>
Due from other funds	\$	1,647,555	1,647,555
Due from other governments	1,141,248		1,141,248
Other assets		62,159	62,159
Total assets	\$ <u>1,141,248</u>	<u>1,709,714</u>	<u>2,850,962</u>
<u>Liabilities</u>			
Bank overdrafts	\$	324,402	324,402
Accounts payable		803,446	803,446
Due to other funds	1,141,248	581,866	1,723,114
Total liabilities	\$ <u>1,141,248</u>	<u>1,709,714</u>	<u>2,850,962</u>

CITY OF PROVIDENCE, RHODE ISLAND

Special Revenue Funds

Combining Schedule of Revenues and Expenditures

Year ended June 30, 1982

	Federal Revenue Sharing <u>Fund</u>	School <u>Fund</u>	<u>Total</u>
Revenues:			
Charges for services	\$ 162,583		162,583
Federal and state grants	<u>4,668,028</u>	<u>21,058,348</u>	<u>25,726,376</u>
Total	4,668,028	21,220,931	25,888,959
Other financing sources:			
Transfers from General Fund	<u> </u>	<u>33,492,917</u>	<u>33,492,917</u>
Total revenues	\$ <u>4,668,028</u>	<u>54,713,848</u>	<u>59,381,876</u>
Expenditures:			
Personal services	4,668,028	36,829,672	41,497,700
Services other than personal		5,617,301	5,617,301
Materials and supplies		3,075,243	3,075,243
Special		8,782,755	8,782,755
Structures and improvements	<u> </u>	<u>408,877</u>	<u>408,877</u>
Total expenditures	\$ <u>4,668,028</u>	<u>54,713,848</u>	<u>59,381,876</u>

CITY OF PROVIDENCE, RHODE ISLAND

Special Revenue Funds

Combining Schedule of Revenues and Expenditures -
Budget and Actual

Year ended June 30, 1982

	<u>Federal Revenue Sharing</u>			<u>School Fund</u>			<u>Totals (Memorandum Only)</u>		
	<u>Budget</u>	<u>Actual</u>	<u>Variance - Favorable (Unfavorable)</u>	<u>Budget</u>	<u>Actual</u>	<u>Variance - Favorable (Unfavorable)</u>	<u>Budget</u>	<u>Actual</u>	<u>Variance - Favorable (Unfavorable)</u>
Revenues:									
Charges for services	\$			138,220	162,583	24,363	138,220	162,583	24,363
Federal and state grants	<u>4,753,310</u>	<u>4,668,028</u>	<u>(85,282)</u>	<u>21,090,315</u>	<u>21,058,348</u>	<u>(31,967)</u>	<u>25,843,625</u>	<u>25,726,376</u>	<u>(117,249)</u>
Total revenues	<u>4,753,310</u>	<u>4,668,028</u>	<u>(85,282)</u>	<u>21,228,535</u>	<u>21,220,931</u>	<u>(7,604)</u>	<u>25,981,845</u>	<u>25,888,959</u>	<u>(92,886)</u>
Other financing sources:									
Transfers from General Fund				<u>33,877,911</u>	<u>33,492,917</u>	<u>(384,994)</u>	<u>33,877,911</u>	<u>33,492,917</u>	<u>(384,994)</u>
Total revenues and other financing sources	\$ <u>4,753,310</u>	<u>4,668,028</u>	<u>(85,282)</u>	<u>55,106,446</u>	<u>54,713,848</u>	<u>(392,598)</u>	<u>59,859,756</u>	<u>59,381,876</u>	<u>(477,880)</u>
Expenditures:									
Personal services	4,753,310	4,668,028	85,282	36,462,286	36,829,672	(367,386)	41,215,596	41,497,700	(282,104)
Services other than personal				5,820,352	5,617,301	203,051	5,820,352	5,617,301	203,051
Materials and supplies				3,522,901	3,075,243	447,658	3,522,901	3,075,243	447,658
Special items				9,016,455	8,782,755	233,700	9,016,455	8,782,755	233,700
Structures and improvements				<u>284,452</u>	<u>408,877</u>	<u>(124,425)</u>	<u>284,452</u>	<u>408,877</u>	<u>(124,425)</u>
Total expenditures	\$ <u>4,753,310</u>	<u>4,668,028</u>	<u>85,282</u>	<u>55,106,446</u>	<u>54,713,848</u>	<u>392,598</u>	<u>59,859,756</u>	<u>59,381,876</u>	<u>477,880</u>

CITY OF PROVIDENCE, RHODE ISLAND

Fiduciary Fund Types

Combining Balance Sheet

June 30, 1982

Assets	Expendable Trust Funds			Nonexpendable Trust Funds			Total
	Sewer Use Fund	Other Expendable Trusts	Revolving Funds	Other	Retirement System	Agency	
Cash	\$ 12,896	710,880	201,386	290,733	8,809,565	814,620	10,840,080
Due from other governments	662,979						662,979
Due from other funds	380,085		100,000		5,347,679		5,827,764
Accounts receivable (net where applicable of \$246,566 allowance for uncollectible accounts)	1,658,691	569,194					2,227,885
Investments, at carrying value		1,249,980		4,062,608	76,113,440*		81,426,028
Loans receivable					3,876,721		3,876,721
Other assets		139,120					139,120
Total assets	\$ 2,714,651	2,669,174	301,386	4,353,341	94,147,405	814,620	105,000,577
Liabilities and Fund Balances							
Accounts payable	\$ 1,386,900	500	89,949	500		814,620	2,292,469
Due to other funds	1,327,751		76,946				1,404,697
Deferred revenues		569,194			4,765,814		5,335,008
Total liabilities	2,714,651	569,694	166,895	500	4,765,814	814,620	9,032,174
Fund balances:							
Reserved for benefits					89,381,591		89,381,591
Reserved for designated purposes				4,352,841			4,352,841
Unreserved		2,099,480	134,491				2,233,971
Total fund balances	-	2,099,480	134,491	4,352,841	89,381,591	-	95,968,403
Total liabilities and fund balances	\$ 2,714,651	2,669,174	301,386	4,353,341	94,147,405	814,620	105,000,577

*Market value: \$65,361,145

CITY OF PROVIDENCE, RHODE ISLAND

Fiduciary Fund Types - Agency Funds

Combining Schedule of Cash Receipts and Disbursements

Year ended June 30, 1982

	Cash balances, Jun. 30, 1981	Receipts	Total available	Disbursements	Cash balances, Jun. 30, 1982
Deposit and Refund Account	\$ 66,335	1,525,088	1,591,423	1,637,057	(45,634)
Employees' Defense Savings Account	14,548	106,184	120,732	108,756	11,976
Employees' Retirement System, State of Rhode Island	1,596	2,003,031	2,004,627	2,003,480	1,147
Employees' Retirement System, Rhode Island					
Income Tax Withholding Pension Payments		407,013	407,013	407,013	
Employees Withholding Tax Deductions	(599,304)	14,155,448	13,556,144	13,549,449	6,695
Hospital Service Corporation of Rhode Island	33,405	444,790	478,195	465,278	12,917
Local No. 799, International Association of Firefighters	6	99,647	99,653	99,647	6
Local No. 958, American Federation of Teachers	12,564	316,450	329,014	312,927	16,087
Local No. 1033, Public Employees Union	769	261,731	262,500	261,837	663
Payroll Deductions, Insurance Companies	39,297	1,258,855	1,298,152	1,297,414	738
Payroll Deductions and Withholdings, Other	5,290	26,896	32,186	28,129	4,057
Providence Municipal Employees Credit Union	4,692	2,160,131	2,164,823	2,160,708	4,115
Providence Permanent Fireman's Relief Association	73	315,369	315,442	315,367	75
Providence Teachers' Credit Union	(18,631)	2,277,913	2,259,282	2,277,946	(18,664)
Reserve for Social Security Taxes	640,763	7,877,476	8,518,239	7,770,380	747,859
Rhode Island Income Tax Withholding	(51)	2,657,225	2,657,174	2,657,036	138
State of Rhode Island Real Estate					
Conveyance Tax	58,796	199,428	258,224	209,453	48,771
State Sales Tax, Water	16,416	96,176	112,592	118,225	(5,633)
Tax Sheltered Annuities	578	152,408	152,986	152,408	578
Other		322,611	322,611	293,882	28,729
Total Agency Funds	\$ 277,142	36,663,870	36,941,012	36,126,392	814,620

CITY OF PROVIDENCE, RHODE ISLAND

Long-term Debt Group of Accounts

Schedule of Bonds Outstanding

June 30, 1982

	Interest rate	Date of		Bonds	
		Issue	Maturity	Issued	Outstanding
Bonds payable, serially:					
Bridge Replacement and Reconstruction	3.60-3.80%	5/1/67	5/1/91	\$ 1,200,000	540,000
Highways:					
Reconstruction - 1963	3.125	9/1/63	9/1/83	600,000	60,000
Construction Bonds of 1964	3.25-3.40	10/1/64	10/1/84	500,000	75,000
Loan of 1964 (1970 Series)	6.30-6.60	6/15/70	6/15/90	500,000	200,000
Total Highways				2,800,000	875,000
Municipal Dock Improvements and Extension	3.125	9/1/63	9/1/87	2,000,000	600,000
Recreational Facilities:					
Recreational Facilities Series IV	3.25-3.40	10/1/64	10/1/84	1,000,000	150,000
Recreational Loan V	4.50	2/1/71	2/1/91	2,000,000	900,000
Total Recreational Facilities				3,000,000	1,050,000
Public Welfare Building Bonds	3.90-4.60	6/1/68	6/1/88	1,500,000	450,000
Redevelopment:					
Redevelopment and Slum Clearance Bonds II	3.30	3/1/61	3/1/84	2,500,000	250,000
Redevelopment and Slum Clearance Bonds III	3.30	3/1/61	3/1/84	2,500,000	250,000
Redevelopment and Slum Clearance Bonds V	3.125	9/1/63	9/1/87	4,000,000	1,200,000
Redevelopment and Slum Clearance Bonds VI	3.25-3.40	10/1/64	10/1/88	2,000,000	700,000
Slum Clearance and Redevelopment IV (1970 Series)	6.30-6.60	6/15/70	6/15/90	5,000,000	2,000,000
Total Redevelopment Bonds				16,000,000	4,400,000
Hurricane Barrier:					
Hurricane Barrier Bond Series I	3.25-3.40	10/1/64	10/1/88	3,000,000	1,050,000
Hurricane Barrier Bond Series II	3.60-3.75	5/1/67	5/1/87	600,000	150,000
Total Hurricane Barrier				3,600,000	1,200,000

(Continued)

CITY OF PROVIDENCE, RHODE ISLAND

Long-term Debt Group of Accounts

Schedule of Bonds Outstanding, Continued

	Interest rate	Date of		Bonds	
		Issue	Maturity	Issued	Outstanding
Sanitation Building and Equipment Bonds	3.60-3.75	5/1/67	5/1/87	\$ 400,000	100,000
General Obligation - Public Improvement Bonds	7.70-10.00	9/1/80	9/1/2000	10,500,000	9,880,000
General Obligation - Public Improvement Bonds	4.75-7.25	5/1/79	5/1/99	15,000,000	13,500,000
Total Public Improvement Bonds				25,500,000	23,380,000
Schools:					
School Athletic Fields - Series III	4.50-4.60	6/1/68	6/1/90	500,000	200,000
School Bonds of 1961	3.10	3/1/62	3/1/86	2,000,000	400,000
School Bonds of 1966	3.60-3.80	5/1/67	5/1/91	1,750,000	765,000
School Bonds of 1968	3.90-4.60	6/1/68	6/1/88	6,000,000	1,800,000
School Bonds of 1971 Series I	4.50	2/1/71	2/1/91	1,500,000	675,000
School Bonds of 1971 Series II	4.50	2/1/71	2/1/91	2,400,000	1,080,000
School Modernization Bonds Series V	3.60-3.80	5/1/67	5/1/91	1,500,000	675,000
Classical High School Bonds	6.30-6.60	6/15/70	6/15/90	1,000,000	400,000
School Modernization and Construction Bonds Series II	5.00	2/15/74	2/15/94	3,000,000	1,800,000
School Modernization and Construction Bonds Series III	5.00	2/15/74	2/15/94	3,000,000	1,800,000
School for Handicapped Children	5.00	2/15/74	2/15/94	2,500,000	1,500,000
Total Schools				25,150,000	11,095,000
Sewers:					
Sewer Construction Bonds of 1963	3.125	9/1/63	9/1/83	500,000	50,000
Sewer Construction Bonds of 1964	3.25-3.40	10/1/64	10/1/84	300,000	45,000
Sewer Construction Bonds of 1966	3.60-3.75	5/1/67	5/1/87	300,000	75,000
Sewer Construction Bonds of 1980	7.70-10.00	9/1/80	9/1/2000	8,500,000	8,075,000
Total Sewers				9,600,000	8,245,000

(Continued)

CITY OF PROVIDENCE, RHODE ISLAND

Long-term Debt Group of Accounts

Schedule of Bonds Outstanding, Continued

	Interest rate	Date of		Bonds	
		Issue	Maturity	Issued	Outstanding
Sludge Incinerator Bonds	3.60-3.75%	5/1/67	5/1/87	\$ <u>1,000,000</u>	<u>250,000</u>
Civic Center Bonds	4.50-4.75 5.00-5.25	2/1/72	2/1/92	<u>13,000,000</u>	<u>6,500,000</u>
Total bonds, exclusive of water bonds				<u>103,550,000</u>	<u>58,145,000</u>
Bonds payable, water:					
Water Distribution Reservoir	3.25	12/1/62	12/1/92	2,050,000	940,000
Water Purification Works Improvements I	3.25	12/1/62	12/1/92	1,100,000	530,000
Water Bonds of 1971	5.00-6.00	6/1/71	6/1/2001	<u>11,000,000</u>	<u>8,855,000</u>
Total Water Bonds				<u>14,150,000</u>	<u>10,325,000</u>
Total Bonds Issued and Outstanding				\$ <u>117,700,000</u>	<u>68,470,000</u>

CITY OF PROVIDENCE, RHODE ISLAND

Schedule of Notes Payable

June 30, 1982

	<u>Maturity date</u>	<u>Interest rate</u>	<u>Amount</u>
Long-term Debt Group of Accounts:			
Construction:			
Additional Municipal Docking Facilities	10/22/82	9.75%	\$ 1,750,000
Public Works Sewage Treatment and Sludge Incinerator - Phase II	10/22/82	9.75	4,000,000
Schools:			
School Modernization and Construction V	10/22/82	9.75	200,000
Area development:			
Slum Clearance and Redevelopment V	10/22/82	9.75	<u>6,923,000</u>
Total notes payable - long-term debt group			\$ <u>12,873,000</u>
Notes held by the following banks:			
Industrial National Bank of Rhode Island			5,828,000
Rhode Island Hospital Trust National Bank			2,700,000
Citizens Trust Company			1,030,000
Old Stone Bank			2,815,000
Columbus National Bank			<u>500,000</u>
			\$ <u>12,873,000</u>
General Fund:			
Reserve anticipation notes	8/10/22	9.75	\$ <u>16,000,000</u>

The average combined balance of notes payable outstanding during the year ended June 30, 1982 was \$14,700,500. The weighted average interest rate in effect was 9.75%.

CITY OF PROVIDENCE, RHODE ISLAND

Schedule of Property Taxes Receivable

June 30, 1982

<u>Year of Assessment</u>	<u>Amount Receivable June 30, 1982</u>
1981	\$ 11,315,875
1980	4,793,728
1979	1,763,072
1978	1,645,642
1977	1,191,395
1976	1,055,490
1975	959,634
1974	870,300
1973	989,664
1972	611,870
1971	775,644
1970	735,088
1969	352,352
1968	327,829
1967	316,157
1966	<u>439,913</u>
	28,143,653
Less allowance for estimated uncollectible amounts	<u>17,013,087</u>
Net property taxes receivable	\$ <u>11,130,566</u>